

INSTRUCTION

SUBFUNCTION: CLASSROOM INSTRUCTION SERVICES

PURPOSE:

The purpose of this subfunction is to support those activities directly related to the teaching of students in day school, summer school, and adult education programs.

CURRENT SERVICES MAINTAINED:

This subfunction funds the primary service of the school system which is to offer an accredited, comprehensive program for students in grades K-12. In addition to regular academic courses of study, the school system provides the following educational programs: special education (e.g., learning disabled (LD), speech, pre-school special education, hearing and visually impaired, occupational and physical therapy); computer education at the elementary, middle and senior high levels; remedial instruction in reading and mathematics; gifted and talented education; career and technical education at the middle and senior high levels; music instruction for instrumental and vocal performance; tutoring for students whose primary language is other than English; and science instruction at a fully operational planetarium.

Two additional services are provided outside the regular school program: summer school and adult education courses. The summer school program provides a broad offering of courses from the regular academic program for students in grades 6-12 in the areas of English, science, mathematics, reading, technology education, physical education, and social studies. Additionally, students at the secondary level may pursue special areas of interest through the gifted and talented education program. At the elementary level, classes are offered in corrective reading and mathematics, developmental reading, technology education, special education, and gifted and talented education.

The adult education program provides course offerings to students in adult and career education. These offerings include adult basic education; General Education Development Test (GED) preparation; English as a Second Language (ESL); career and technical education (e.g., word processing, welding, auto body repair, computer programming); and continuing education. Additionally, adult counseling and testing services are available to assist students in long-range educational planning.

CATEGORIES FUNDED:

The categories funded under this subfunction include teachers and support personnel (teacher assistants and substitute teachers); fringe benefits related to personnel (e.g., FICA, group hospitalization, VRS, group life insurance); purchased services (e.g., repair of instructional equipment, special education tuition, and OT/PT services); other charges (association memberships, dues, and travel); materials and supplies (e.g., art supplies, science supplies, library books, textbooks); replacement of classroom furniture and equipment; and additions to classroom furniture and equipment.

INSTRUCTION
(continued)

SUBFUNCTION: CLASSROOM INSTRUCTION SERVICES

The MAJOR CHANGES for the 2007-2008 budget are as follows:

- 9511200 Salary increase and salary study adjustment; positions eliminated (33) due to enrollment change; partial positions for advanced placement courses in human geography and world history, dual enrollment, meteorology, and the continued implementation of the International Baccalaureate program. Full-time positions include (3) occupational and (1) physical therapists and (5) classroom teachers. In addition, positions for the opening of Grassfield High School, (15) classroom and (3) special education teachers, (1) athletic director, (1) academy coordinator, and (1) technology integration specialist.
- 9511201 Salary increase and salary study adjustment; adjustment for current cost.
- 9511202 Salary increase and salary study adjustment; adjustment for current cost.
- 9511203 Salary increase and salary study adjustment; adjustment for current cost.
- 9511204 Salary increase and salary study adjustment; adjustment for current cost; move (1) teacher from grant; reduced additional categorical assistance.
- 9511400 Salary increase and salary study adjustment; additional positions for Grassfield High School, (5) special education teaching assistants and (1) in-school suspension coordinator.
- 9511401 Salary increase and salary study adjustment; expand AVID program to Crestwood Middle School.
- 9516200 Salary increase and salary study adjustment; additional positions.
- 9520000 Adjustment for current cost.
- 9521000 Salary increase and salary study adjustment; additional positions.
- 9522100 Salary increase and salary study adjustment; additional positions; rate increase.
- 9523000 Adjustment for current cost; additional positions; rate change.
- 9524000 Salary increase and salary study adjustment; additional positions.
- 9525000 Adjustment for current cost.
- 9730000 Increase in repairs to computer labs.

INSTRUCTION
(continued)

SUBFUNCTION: CLASSROOM INSTRUCTION SERVICES

9730004	Adjustment for current costs; expand Virginia Preschool Initiative; opening of Grassfield High School.
9730005	Adjustment for current cost; increase in SECEP tuition.
9750000	Adjustment for current cost; training conferences.
9760002	Adjustment for current cost.
9760003	Adjustment for current cost.
9760007	Adjustment for current cost.
9760008	Adjustment for current cost.
9760009	Reading intervention program OSM and IRM.
9760011	Adjustment for current cost.

INSTRUCTION
(continued)

SUBFUNCTION: CLASSROOM INSTRUCTION SERVICES

9760013	Adjustment for current cost; advanced placement courses.
9760014	Adjustment for current cost.
9760016	Adjustment for current cost.
9760020	Funds to be transferred to the textbook fund; decrease in new adoptions.
9760080	Increase due to higher fuel prices.
9760090	Decrease due to previous year's purchase of supplies for Grassfield High School.
9881000	Decrease in computer and special education equipment.
9881001	Decrease in lease purchase payments.
9882000	Decrease due to funding from other resources.
9890000	Additional school software and upgrades.

INSTRUCTION

SUBFUNCTION: INSTRUCTIONAL SUPPORT - STUDENT SERVICES

PURPOSE:

The purpose of this subfunction is to provide support to the student outside of the classroom setting by providing professional guidance and social work services.

CURRENT SERVICES MAINTAINED:

The services provided under this subfunction include guidance services to students (e.g., counseling, appraisal, placement, and record maintenance); school social work services (e.g., social assessment for special education placement, child study team membership, and crisis intervention); and homebound instruction (instruction at home for students not attending school for an extended, but temporary period).

CATEGORIES FUNDED:

The categories funded under this subfunction include personnel; fringe benefits (e.g., FICA, group hospitalization, VRS, group life insurance); purchased services (e.g., repair of office equipment); other charges (e.g., conference registrations and travel); materials and supplies; replacement of equipment; and additions to equipment.

The MAJOR CHANGES for the 2007-2008 budget are as follows:

9511200	Salary increase; salary study adjustment; move (1) student assistant counselor from grant; add (5.5) counselors for Grassfield High School.
9511201	Salary increase and salary study adjustment.
9511300	Salary increase and salary study adjustment; adjustment for current base cost.
9511500	Salary increase and salary study adjustment; additional position; (1) guidance clerk for Grassfield High School
9521000	Salary increase and salary study adjustment; additional positions.
9522100	Salary increase and salary study adjustment; additional positions; rate increase.
9523000	Adjustment for current cost; additional positions; rate change.
9524000	Salary increase and salary study adjustment; additional positions.
9525000	Adjustment for current cost.
9730000	Increase in information technology maintenance contracts.

INSTRUCTION

SUBFUNCTION: INSTRUCTIONAL SUPPORT - STAFF SERVICES

PURPOSE:

The purpose of this subfunction is to assist the classroom teacher in providing quality instruction to students.

CURRENT SERVICES MAINTAINED:

The services funded under this subfunction include supervision of instruction; curriculum development services; staff training services (e.g., in-service activities, tuition assistance); media center services; standardized testing and assessment services; student activity services; audio visual services (instructional films and audio visual equipment repair); information technology services; and printing services.

CATEGORIES FUNDED:

The categories funded under this subfunction include personnel; fringe benefits (e.g., FICA, group hospitalization, VRS, group life insurance); purchased services (e.g., repair of office equipment); other charges (e.g., conference registrations and travel); materials and supplies; replacement of equipment; and additional equipment and furniture.

The MAJOR CHANGES for the 2007-2008 budget are as follows:

9511100	Salary increase and salary study adjustment.
9511200	Salary increase and salary study adjustment; additional days for school improvement assistance; additional teacher training for Grassfield High School.
9511220	Salary increase and salary study adjustment; additional (2) positions for Grassfield High School.
9511300	Salary increase and salary study adjustment; adjustment for current cost.
9511400	Salary increase and salary study adjustment; additional (1) information system position; (1) technology support position for Grassfield High School and extra force hours to receive supplies for the opening of Grassfield High School.
9511500	Salary increase and salary study adjustment; additional (2) clerical support positions for Grassfield High School.
9521000	Salary increase and salary study adjustment; additional positions.
9522100	Salary increase and salary study adjustment; additional positions; rate increase.
9523000	Adjustment for current cost; additional positions; rate change.
9524000	Salary increase and salary study adjustment; additional positions.
9525000	Adjustment for current cost.
9528000	Decrease due to change in method of services for benchmark testing and training.
9730000	Increase due to maintenance cost at Print Shop.
9730004	Increase in testing and assessment services; technology services and upgrades; additional staff development costs for Grassfield High School.
9750000	Increase in training for AVID, speech, and the International Baccalaureate Program.

INSTRUCTION
(continued)

SUBFUNCTION: INSTRUCTIONAL SUPPORT - STAFF SERVICES

9760000	Adjustment for current cost; moved requests from grant.
9760014	Increase supplies for Grassfield High School.
9760026	Adjustment for current cost.
9760028	Increase for memory upgrades, laptop batteries, and computer repair parts.
9881000	Decrease due to funding from other resources and decrease in requests
9882000	Decrease due to funding from other resources.
9890000	Decrease in requests.

INSTRUCTION

SUBFUNCTION: OFFICE OF THE PRINCIPAL

PURPOSE:

The purpose of this subfunction is to fund the office of the principal, which provides instructional leadership and management support for the day-to-day operation of the school.

CURRENT SERVICES MAINTAINED:

The services funded under this subfunction include the direct instructional and administrative leadership of each school:

- a. Instruction - supervision and evaluation of classroom instruction and guidance services; school-based staff development for teachers.
- b. Health and safety of students - supervision of student activities (athletics, extracurricular and social events); day-to-day supervision of nursing, cafeteria, and transportation services.
- c. Administration - fiscal management (internal accounts management and budget preparation), personnel management (supervision and evaluation of support personnel), and school plant management (operation of the physical plant).

CATEGORIES FUNDED:

The categories funded under this subfunction include personnel (principals, assistant principals, secretaries); fringe benefits (e.g., FICA, group hospitalization, VRS, group life insurance); purchased services (e.g., repair of office equipment); other charges (e.g., conference registrations and travel); materials and supplies; and replacement of and additions to equipment and furniture.

The MAJOR CHANGES for the 2007-2008 budget are as follows:

9511200	Salary increase and salary study adjustment; additional (1) assistant principal for Grassfield High School.
9511500	Salary increase and salary study adjustment; additional (2) data entry clerical positions; additional (3) clerical positions for Grassfield High School.
9521000	Salary increase and salary study adjustment; additional positions.
9522100	Salary increase and salary study adjustment; rate increase; additional positions.
9523000	Adjustment for current cost; additional positions; rate change.
9524000	Salary increase and salary study adjustment; additional positions.
9525000	Adjustment for current cost.
9730000	Moved item to Instructional Support – Staff Services.
9750000	Adjustment for current cost; training for Grassfield High School staff.
9760000	Adjustment for current cost; dedication for Grassfield High School.
9881000	Decrease in budget requests.
9882000	Decrease due to funding from other resources.

ADMINISTRATION AND ATTENDANCE/HEALTH

SUBFUNCTION: ADMINISTRATION SERVICES

PURPOSE:

The purpose of this subfunction is to support the non-instructional activities related to the general leadership, regulation, and control of the school system.

CURRENT SERVICES MAINTAINED:

The activities supported under this subfunction include the policy-making functions of the School Board and the general administrative supervision by the superintendent and his staff. Also included are the departments of accounting, budget, purchasing, and risk management, which administer the fiscal responsibilities of the school system. The department of personnel provides required personnel services (recruiting, hiring, and administration of leave). The planning department performs long range planning taking into consideration conditions in the community and trends that will affect the school system.

CATEGORIES FUNDED:

The categories funded include personnel; fringe benefits (e.g., FICA, group hospitalization, VRS, group life insurance); purchased services (e.g., legal fees); other charges (e.g., association memberships, dues, and conference registrations); materials and supplies; and additions to equipment.

The MAJOR CHANGES for the 2007-2008 budget are as follows:

9511102	Salary increase and salary study adjustment; adjustment for current cost.
9511300	Salary increase and salary study adjustment; increase in temporary positions for Census.
9511500	Salary increase and salary study adjustment; additional position (1) for personnel.
9521000	Salary increase and salary study adjustment; additional position.
9522100	Salary increase and salary study adjustment; additional position; rate increase.
9523000	Adjustment for current cost; additional position; adjustment for drop in subscribers; rate change.
9524000	Salary increase and salary study adjustment; additional position.
9525000	Adjustment for current cost.
9730000	Increase for copier service contracts.
9730001	Adjustment for current cost.
9730002	Adjustment for current cost.
9730003	Adjustment for current cost.
9730004	Software maintenance fees and licenses.

ADMINISTRATION AND ATTENDANCE/HEALTH
(continued)

SUBFUNCTION: ADMINISTRATION SERVICES

9750000 Adjustment for current cost and increase in training.

9760090 Adjustment for current cost.

9760140 Adjustment for current cost.

ADMINISTRATION AND ATTENDANCE/HEALTH

SUBFUNCTION: ATTENDANCE AND HEALTH SERVICES

PURPOSE:

The purpose of this subfunction is to assist children in adjusting to the social and learning environment of the classroom and in maintaining physical and mental health.

CURRENT SERVICES MAINTAINED:

The services supported under this subfunction include psychological services (psychoeducational assessment, interpretation, recommendations, consultation, counseling, and crisis intervention); educational diagnostic services (educational assessment, interpretation, recommendations, and consultation); attendance services (enrollments, withdrawals, and absences from school); and nursing services (initial medical screening and first-aid treatment).

CATEGORIES FUNDED:

The categories funded under this subfunction include personnel; fringe benefits (e.g., FICA, group hospitalization, VRS, group life insurance); purchased services (e.g., medical exams for special education); other charges (e.g., travel and conference registrations); materials and supplies (e.g., medical supplies and testing materials); and replacement and additional equipment.

The MAJOR CHANGES for the 2007-2008 budget are as follows:

9511300	Salary increase and salary study adjustment.
9511301	Salary increase and salary study adjustment; additional (1) nurse position for Grassfield High School.
9511500	Salary increase and salary study adjustment; additional (1) clinic assistant for Grassfield High School.
9521000	Salary increase and salary study adjustment; additional positions.
9522100	Salary increase and salary study adjustment; additional positions; rate increase.
9523000	Adjustment for current cost; additional positions; rate change.
9524000	Salary increase and salary study adjustment; additional positions.
9525000	Adjustment for current cost.
9730000	Adjustment for current cost; athletic trainer for Grassfield High School.
9750000	Adjustment for current cost.
9760000	Adjustment for current cost.
9882000	Additional attendance and health equipment.

PUPIL TRANSPORTATION

SUBFUNCTION: PUPIL TRANSPORTATION SERVICES

PURPOSE:

The purpose of this subfunction is to support the activities related to the transportation of students to and from school.

CURRENT SERVICES MAINTAINED:

The activities funded under this subfunction include the following transportation services: students to and from school on a daily basis; secondary athletic teams; bands and choruses; planetarium field trips; elementary field trips, and selected special education field trips. This subfunction also provides for the cost of gasoline, oil, tires, and the general maintenance of buses.

CATEGORIES FUNDED:

The categories funded under this subfunction include personnel (supervisors, bus drivers, mechanics, monitors, secretaries); fringe benefits (e.g., FICA, group hospitalization, VRS, group life insurance); purchased services (e.g., vehicle and equipment repair); other charges (e.g., conference registrations and travel); materials and supplies (e.g., repair parts and vehicle fuels); insurance for buses; replacement of equipment/buses; and additional equipment/buses.

The MAJOR CHANGES for the 2007-2008 budget are as follows:

9511100	Salary increase and salary study adjustment.
9511400	Salary increase and salary study adjustment.
9511500	Salary increase and salary study adjustment; (1) additional position.
9511600	Salary increase and salary study adjustment. (1) additional position for automotive technician.
9511700	Salary increase and salary study adjustment; (10) additional bus drivers for Grassfield High School.
9511900	Salary increase and salary study adjustment.
9521000	Salary increase and salary study adjustment; additional positions.
9522100	Salary increase and salary study adjustment; rate increase; additional positions.
9523000	Adjustment for current cost; additional positions; rate change.
9524000	Salary increase and salary study adjustment; additional positions.

PUPIL TRANSPORTATION
(continued)

SUBFUNCTION: PUPIL TRANSPORTATION SERVICES

9750000	Adjustment for current cost.
9753000	Adjustment for current cost; additional buses.
9760080	Increase due to higher fuel costs; additional buses.
9760090	Increase in allocation for general repair and maintenance of bus fleet.
9760140	Adjustment for current cost.
9881000	Decrease in budget requests.
9881001	Lease/purchase paid off.
9881002	Lease/purchase of (31) replacement buses.
9882001	Decrease in lease/purchase payments.
9882002	Additional (10) buses; decrease in lease/purchase payments.

OPERATION AND MAINTENANCE

SUBFUNCTION: OPERATION AND MAINTENANCE SERVICES

PURPOSE:

The purpose of this subfunction is to maintain school buildings, service vehicles, and equipment in operating order and to provide for the warehousing and delivery of maintenance and school supplies.

CURRENT SERVICES MAINTAINED:

The services funded under this subfunction include: custodians for fifty-six buildings; groundsmen to maintain school grounds; administrative supervisors; warehousing for furniture, custodial, maintenance, and school supplies; delivery service for furniture, custodial, and school supplies; repair of buildings (both contractual and in-house maintenance); and the repair of equipment (service vehicles, grounds and custodial equipment).

CATEGORIES FUNDED:

The categories funded include personnel; fringe benefits (e.g., FICA, group hospitalization, VRS, group life insurance); purchased services (e.g., electricity, sewer and water services, fuel oil, postal services, and telephone services); other charges (e.g., rental of equipment, conference registrations, and travel); materials and supplies (e.g., repair parts, custodial supplies, and buildings/grounds supplies); replacement of equipment/furniture; and additions to equipment/furniture.

The MAJOR CHANGES for the 2007-2008 budget are as follows:

9511100	Salary increase and salary study adjustment.
9511300	Salary increase and salary study adjustment.
9511400	Salary increase and salary study adjustment; additional positions for security monitors; (4) for current schools; (4) for Grassfield High School.
9511500	Salary increase and salary study adjustment; adjustment for current cost and turnover.
9511600	Salary increase and salary study adjustment; additional trades positions (2).
9511800	Salary increase and salary study adjustment; decrease in estimated part-time and seasonal requirements.
9511900	Salary increase and salary study adjustment; adjustment for current costs; additional positions (16) for Grassfield High School.
9511902	Salary increase and salary study adjustment; adjustment for current cost.
9521000	Salary increase and salary study adjustment; additional positions.
9522100	Salary increase and salary study adjustment; rate increase; additional positions.
9523000	Adjustment for current cost; additional positions; rate change.
9524000	Salary increase and salary study adjustment; additional positions
9730000	Adjustment for current cost.

OPERATION AND MAINTENANCE
(continued)

SUBFUNCTION: OPERATION AND MAINTENANCE SERVICES

9730003	Adjustment for current cost.
9750000	Discontinued rental of portable classrooms.
9751000	Adjustment for current cost; rate increase; additional cost for Grassfield High School.
9751001	Adjustment for current cost; additional cost for Grassfield High School.
9751002	Adjustment for current cost; estimated amount for proposed stormwater fee increase; additional cost for Grassfield High School.
9751003	Increase in natural gas prices; additional cost for Grassfield High School.
9520000	Adjustment for current cost; Census mailing.
9752001	Increase for IP telephone systems; SDMS communications lines.
9753000	Adjustment for current cost; rate increase; and addition of flood insurance.
9753001	Adjustment for current cost.
9753002	Adjustment for current cost.
9753003	Adjustment for current cost; rate increase; additional vehicles.
9760010	Adjustment for current cost.
9760030	Increase supplies for Grassfield High School.

OPERATION AND MAINTENANCE
(continued)

SUBFUNCTION: OPERATION AND MAINTENANCE SERVICES

9760090	Increase in allocation for building & grounds supplies.
9760140	Adjustment for current cost.
9881000	Decrease in budget requests.
9881001	Decrease due to pay off of Lease/Purchase.
9882000	Decrease in budget requests.
9882001	Increase due to additional positions.

FACILITIES

SUBFUNCTION: SCHOOL FACILITIES SERVICES

PURPOSE:

The purpose of this subfunction is to plan and oversee the construction of new schools, school additions, and major building renovation projects.

CURRENT SERVICES MAINTAINED:

The services provided under this subfunction include architectural and engineering services in planning major school construction projects and the supervision of construction on behalf of the school division.

CATEGORIES FUNDED:

The categories funded under this subfunction include personnel; fringe benefits (e.g., FICA, group hospitalization, VRS, group life insurance); purchased services (e.g., land surveys and repair of office equipment); other charges (e.g., conference registrations and travel); materials and supplies; and facilities (replacement/additions of portable classrooms).

The MAJOR CHANGES for the 2007-2008 budget are as follows:

9511300	Salary increase and salary study adjustment.
9511500	Adjustment for current cost; salary increase and salary study adjustment.
9521000	Salary increase and salary study adjustment.
9522100	Salary increase and salary study adjustment; rate increase.
9523000	Adjustment for current cost; rate change.
9524000	Salary increase and salary study adjustment.
9760000	Adjustment for current cost.
9881000	Computer equipment.
9882000	Decrease in budget requests.
9882004	Decrease in state lottery funds due to enrollment loss; decrease in transfer to fifty percent of Lottery revenues for maintenance projects.
9882005	Total school construction funds to be transferred to Capital Projects budget.

REVENUE - STATE

State support for the operation of the public schools is derived primarily from the Basic State Aid appropriation. The sum appropriated to each school division from this source is based on the application of an established cost-per-pupil (for each locality) as determined by the state for each pupil in average daily membership (ADM). This sum, minus the state sales and use tax, and the ability of the locality to support its public schools establishes the contribution by the state.

For 2007-2008, the per-pupil rate for the majority of state revenue accounts remains at the same level as 2006-2007. However, student enrollment is projected to decrease by 575 students. This results in a decrease in state funding for the following accounts: Career and Technical Education, Special Education, Gifted and Talented, FICA, Remedial Education, Textbooks, At Risk, Class Size Reduction, and Lottery. Additional state aid is received in other categories according to specific guidelines established by the State Department of Education. Major sources of state revenue are highlighted below.

Basic Aid: Funding is established at \$5,222 per pupil in average daily membership minus the state sales and use tax, and the local share based on the financial ability of the locality (composite index at .3186) as prescribed by the state formula. Funding was \$5,214 per pupil for 2006-2007. The increase for the 2007-2008 per-pupil funding and subtraction for sales tax is not enough to offset the drop in student enrollment. The result is a decrease in the contribution.

Career and Technical Education: Funding is established at \$96 per pupil in average daily membership minus the local share based on the financial ability of the locality as prescribed by the state formula. A portion of the revenue in this category results from state support for adult education, occupational and technology education, and for on-site administration of a career and technical education high school. Funding is \$96 per pupil for 2006-2007.

Special Education: Funding is established at \$532 per pupil in average daily membership minus the local share based on the financial ability of the locality as prescribed by the state formula. Funding was \$532 for 2006-2007. Additionally, a portion of the revenue in this category results from state support for homebound instruction, foster home children, and regional tuition payments.

Gifted and Talented: Funding is established at \$40 per pupil in average daily membership minus the local share based on the financial ability of the locality as prescribed by the state formula. Funding was \$40 per pupil for 2006-2007.

VRS Contribution, Social Security Benefits, and Group Life Insurance: The state share of each payment is based upon a per-pupil amount for each student in average daily membership minus the local share based on the financial ability of the locality.

For 2007-2008, the state budget increases the retiree health care credit (paid as part of the VRS per pupil amount) and the regular VRS rate. Those increases offset the effect of the loss of enrollment and result in increased VRS revenue. FICA revenue is projected to decrease due to a drop in enrollment with no corresponding increase in per-pupil rate to offset the loss. The group life per-pupil rate decreased and, when combined with the loss of enrollment, results in a decrease over 2006-2007.

The per-pupil amounts for 2007-2008 are as follows: VRS - \$345; FICA \$230; Group Life - \$12. Funding for 2006-2007 was VRS - \$292; FICA - \$230; Group Life - \$14.

REVENUE - STATE

(continued)

Remedial Education: Funding is established at \$64 per pupil in average daily membership minus the local share based on the financial ability of the locality based on the financial ability of the locality as prescribed by the state formula. Funding was \$64 per pupil for 2006-2007.

Remedial Summer School: Funding is established at \$412 per remedial student attending elementary or secondary summer school minus the local share based on the financial ability of the locality as prescribed by the state formula. For 2006-2007, funding was \$412 per remedial student.

Textbooks: Funding is established at \$100.28 per pupil in average daily membership minus the local share based on the financial ability of the locality as prescribed by the state formula. Funding is based on a system of free textbooks. Funding was \$100.28 per pupil for 2006-2007.

State Sales Tax: The state annually distributes to the school system a portion of the state sales tax revenue (1-1/8%) designated for the support of public education. The amount received each year is determined by the amount of total state collections and the triennial school census. The budgeted sales tax amount for 2007-2008 is based on an estimate by the state Department of Taxation of Chesapeake's share of statewide sales tax revenue.

Forest Reserve: The U.S. Fish and Wildlife and Minerals Management Service distributes funds generated from the leasing of lands required for flood control and navigation. In Virginia these funds are used in support of public education. The projected revenue is based on actual receipts in 2005-2006.

At Risk: Special funding is included to support programs for students who are educationally at risk. An additional allocation of Basic Aid is provided based on a percentage of students in Chesapeake who are eligible for the free lunch program.

ESL: Funding has been included to assist with students who speak English as a second language. The funding formula is based on the number of students served minus the local share based on the financial ability of the locality as prescribed by the state formula.

REVENUE - STATE

(continued)

Enrollment Loss: Funding provides supplemental revenue for the state share per pupil amount. The amount is determined by applying a weighted formula to the difference in adjusted ADM for the prior and current year.

Salary Supplement: Funding is included in 2007-2008 state revenue for a 3% salary increase effective December 1, 2007, for instructional and support positions funded through the SOQ and other state funded accounts. A 4% supplement for instructional positions and 3% supplement for support positions effective December 1, 2006, was included in the 2006-2007 budget.

Class Size: Funding is included to reduce class size in grades K-3 in all schools housing those grades. The pupil teacher ratios funded range from 14:1 to 20:1, with the lower ratios provided at schools with higher free and reduced lunch percentages.

Reading Intervention: Funding is provided for early intervention services to primary grade students. The number of eligible students is determined by PALS (Phonological and Literacy Screening) diagnostic test or free lunch eligibility if PALS is not available.

Lottery Proceeds: Funding is provided for Chesapeake's share of lottery proceeds. Lottery funding decreases in 2007-2008, due to the revised estimated impact of the North Carolina lottery and drop in student enrollment.

SOL Algebra Readiness: Funding is provided for math intervention services to students in grades 6, 7, and 8 who are at risk of failing the Algebra I end of course test.

School Construction: Funding provides for non-recurring costs including school construction, additions, infrastructure, site acquisition, renovations, technology, and other expenditures related to modernizing classroom equipment. Funding is based on a formula using prior year actual ADM minus the local share based on the financial ability of the locality, as prescribed by state formula, times the remaining grant balance.

REVENUE - FEDERAL

This revenue is anticipated from the federal government for our students that are federally connected. A federally connected student is one whose parents either 1) live and work on federal property, or 2) live or work on federal property.

For 2007-2008, the total amount of funding is projected to be \$3,000,000.

REVENUE - GENERAL FUND

Local support for the operation of the public schools is derived primarily from a general fund appropriation from the city. The general fund appropriation is comprised of money from local tax collections. The revenue shown assumes \$2 million above the funding target provided by the city.

REVENUE - OTHER LOCAL

Other local funds are derived from sources generated by the school division such as rent, tuition, printing, and recoveries and rebates.

Rent: Revenue resulting from building and property rental.

Sale of Materials: Charges for transcripts and lost diplomas.

Printing: Revenue resulting from the sale of printing services to the city, schools, and other governmental agencies.

Tuition - Regular: Tuition charges for nonresident pupils and pupils from the Southeastern Virginia Training Center.

Tuition - Summer School: 2007-2008 tuition charges for secondary pupils attending summer school will be:

- Regular Program - \$135
- Nonresident of Chesapeake, Regular Program - \$335
- Driver Education (all phases) - \$135
- Driver Education (classroom only) - \$65
- WFOS Nonresident Tuition - \$170

Tuition - Adult Education: Tuition charges for adult classes are \$2.00/instructional hour. Nonresidents will pay \$4.00/instructional hour.

Insurance Claims: Insurance recoveries for damage to school property.

Recoveries and Rebates: Revenue resulting from miscellaneous sources (e.g., reimbursement for vandalized property, refunds for jury duty, worker compensation payments, planetarium fees, and ROTC reimbursement).

Sale of Equipment: Sale of obsolete service vehicles, school buses, and equipment.